

CITY OF ROCHESTER, MINNESOTA

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES

For the Year Ended December 31, 1997

With Comparative Totals For the Year Ended December 31, 1996

	Enterprise Funds	Internal Service Funds	Totals (Memorandum Only)	
			1997	1996
Cash Flows From Operating Activities:				
Cash received from customers	\$82,354,526		\$82,354,526	\$84,483,645
Cash received from other City funds	3,190,266	\$4,419,977	7,610,243	7,463,794
Cash received from employees		821,685	821,685	597,332
Cash paid to employees	(11,416,231)		(11,416,231)	(11,111,033)
Cash paid to suppliers	(58,819,086)	(4,237,485)	(63,056,571)	(60,592,369)
Workers' compensation surplus dividend received		426,190	426,190	
Other income	68,347	6,580	74,927	88,463
Contribution in lieu of taxes	(5,570,945)		(5,570,945)	(5,501,422)
Net Cash Provided by Operating Activities	9,806,877	1,436,947	11,243,824	15,428,410
Cash Flows From Noncapital Financing Activities:				
General property taxes	136,402	58	136,460	128,089
Intergovernmental revenues	39,191	1,266	40,457	412,241
Operating transfers in	86,495	21,167	107,662	284,141
Operating transfers out	(697,010)		(697,010)	(1,592,487)
Net Cash Provided by (Used in) Noncapital Financing Activities	(434,922)	22,491	(412,431)	(768,016)
Cash Flows From Capital and Related Financing Activities:				
Contributed capital	163,294		163,294	3,000
Principal payments on bonds	(650,000)		(650,000)	(600,000)
Interest and fiscal charges on bonds	(1,271,390)		(1,271,390)	(1,219,048)
Payments on installment obligations	(200,000)		(200,000)	(200,000)
Proceeds from the sale of property	159,056	14,333	173,389	143,408
Facilities and service territory acquisition	(802,091)		(802,091)	
Additions to property	(8,671,744)	(2,063,355)	(10,735,099)	(6,970,649)
Net Cash (Used In) Capital and Related Financing Activities	(11,272,875)	(2,049,022)	(13,321,897)	(8,843,289)
Cash Flows From Investing Activities:				
Investment income	1,925,704	845,101	2,770,805	2,386,325
Net Increase in Cash and Cash Equivalents	24,784	255,517	280,301	8,203,430
Cash and Cash Equivalents, Beginning of Year	31,092,058	15,990,673	47,082,731	38,879,301
Cash and Cash Equivalents, End of Year	<u>\$31,116,842</u>	<u>\$16,246,190</u>	<u>\$47,363,032</u>	<u>\$47,082,731</u>

See Notes to the Financial Statements

Continued

CITY OF ROCHESTER, MINNESOTA

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES (CONTINUED)

For the Year Ended December 31, 1997

With Comparative Totals For the Year Ended December 31, 1996

 Reconciliation of Operating Income to Net Cash
 Provided by Operating Activities

	Enterprise Funds	Internal Service Funds	Totals (Memorandum Only)	
			1997	1996
Operating Income (Loss)	\$3,883,132	(\$103,063)	\$3,780,069	\$6,687,223
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation expense including amounts capitalized of \$314,128 in 1997 and \$313,636 in 1996	6,812,706	989,583	7,802,289	7,893,265
Workers' compensation surplus dividend received		426,190	426,190	
Other income	68,347	6,580	74,927	88,463
Other	(71,814)		(71,814)	(1,147,682)
(Increase) Decrease In:				
Accounts receivable	272,043	(4,670)	267,373	471,489
Accrued utility revenues	259,146		259,146	255,014
Inventory	(905,790)		(905,790)	219,005
Prepaid expenses	(113,908)		(113,908)	7,144
Due from other funds	7,468		7,468	(19,288)
Due from other governmental units	(12)		(12)	21,801
Increase (Decrease) In:				
Accounts and contracts payable, operations	(1,207,813)	11,166	(1,196,647)	372,936
Customer deposits	(178,506)		(178,506)	17,475
Accrued expenses and other liabilities	956,360	(32,034)	924,326	236,838
Deferred revenue	48,546	143,190	191,736	247,037
Due to other funds	5,420		5,420	22,127
Due to other governmental units	(28,448)	5	(28,443)	55,563
Net Cash Provided by Operating Activities	<u>\$9,806,877</u>	<u>\$1,436,947</u>	<u>\$11,243,824</u>	<u>\$15,428,410</u>
Non Cash Transactions:				
Receipt of contributed property				\$2,997
Residual equity transfer of property to the airport development capital project fund		(\$1,256,676)	(\$1,256,676)	

See Notes to the Financial Statements